

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

|  |   |                |
|--|---|----------------|
| THE APPLICATION OF FRANCIS WATER         | ) |                |
| COMPANY FOR A RATE ADJUSTMENT PURSUANT   | ) | CASE NO. 10489 |
| TO THE ALTERNATIVE RATE FILING PROCEDURE | ) |                |
| FOR SMALL UTILITIES                      | ) |                |

O R D E R

On December 5, 1988, Francis Water Company ("Francis") filed its application for Commission approval of a proposed increase in its rates for water service. The proposed rates for water service would generate additional annual revenues of \$8,004 an increase of 20 percent above actual test year revenues.

In January, 1989, Commission Staff conducted a field review of Francis test period financial records. Based upon this review, Commission Staff issued its report on March 22, 1989, recommending the proposed rates be accepted. On the same date, Francis was advised to file comments on the Staff Report or request a hearing no later than April 4, 1989 or the case would stand submitted to the Commission for decision. No comments on the Staff Report or request for a hearing have been received.

The Commission, after considering the evidence of record and being sufficiently advised, finds:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and are hereby adopted as the findings of the Commission in this

proceeding and are incorporated by reference as if fully set out herein.

2. The rates in Appendix A, attached and incorporated hereto, are the fair just and reasonable rates for Francis and will produce gross annual revenues of \$40,055. These rates will allow Francis sufficient revenues to meet its operating expenses, service its debt, and provide for future equity growth.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Francis and contained in Appendix A, are approved for service rendered by Francis on and after the date of this Order.

2. Within 30 days of the date of this Order, Francis shall file with the Commission its revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 26th day of April, 1989.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

\_\_\_\_\_  
Executive Director

## APPENDIX A

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 10489 DATED 4/26/89

The following rates and charges are prescribed for the customers in the area served by Francis Water Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

#### 5/8 x 3/4 Inch Meters

#### Rate

|                     |                        |
|---------------------|------------------------|
| First 1,000 gallons | \$9.00 (Minimum Bill)  |
| Next 4,000 gallons  | 2.50 per 1,000 gallons |
| Next 10,000 gallons | 2.00 per 1,000 gallons |
| Over 15,000 gallons | 1.50 per 1,000 gallons |

#### 1 Inch Meters

|                     |                        |
|---------------------|------------------------|
| First 5,000 gallons | \$19.00 (Minimum Bill) |
| Next 10,000 gallons | 2.00 per 1,000 gallons |
| Over 15,000 gallons | 1.50 per 1,000 gallons |

#### 1 1/2 Inch Meters

|                      |                        |
|----------------------|------------------------|
| First 10,000 gallons | \$29.00 (Minimum Bill) |
| Next 5,000 gallons   | 2.00 per 1,000 gallons |
| Over 15,000 gallons  | 1.50 per 1,000 gallons |

#### 2 Inch Meters

|                      |                         |
|----------------------|-------------------------|
| First 60,000 gallons | \$106.50 (Minimum Bill) |
| Over 60,000 gallons  | 1.50 per 1,000 gallons  |

#### Tap-On Fee

|                       |       |
|-----------------------|-------|
| 5/8 x 3/4 Inch Meters | \$180 |
|-----------------------|-------|